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Daily Report – Global markets

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	15 901	↓ -0,41	↑ 0,50
S&P500	1 781	↓ -0,36	↓ -0,04
Nasdaq100	3 367	↓ -0,32	↓ -1,13
Russell2000	1 100	↓ -0,14	↓ -1,11
Stoxx600	323	↑ 0,11	↑ 0,97
DAX	9 202	↑ 0,10	↑ 1,63
FTSE 100	6 681	↓ -0,25	↓ -0,52
CAC40	4 268	↓ -0,09	↑ 0,67
ATX	2 607	↓ -0,54	↓ -0,41
IBEX35	9 560	↓ -0,73	↓ -1,20
Nikkei 225	15 366	↑ 1,92	↑ 3,29
Hang Seng	23 599	↓ -0,43	↑ 4,19
SSEC	2 206	↓ -0,04	↑ 5,01
SENSEX	20 329	↓ -1,48	↓ -0,35
RTS	1 447	↓ -0,54	↑ 2,86
Bovespa	53 033	→ 0,00	↑ 1,54

FX MARKET

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,3425	↓ -0,10	↓ -0,24
EUR/CHF	1,2322	↑ 0,08	↓ -0,09
USD/GBP	1,6104	↓ -0,09	↑ 0,26
USD/JPY	100,81	↑ 0,79	↑ 0,80
AUD/USD	0,9292	↓ -0,45	↓ -0,25
USD/CAD	1,0469	↑ 0,15	↑ 0,10

RISK INDICATORS

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	13,4	↑ 0,0	↑ 0,9
EMBI+ Spread	287	↓ -6	↓ -5
CDS 5Y PIIS	177	↑ 2	↑ 2
CDS 5Y Italy	161	↑ 2	↓ -1
CDS 5Y Belg.	25	↑ 0	↓ -1
iTraxx 5Y EU	82,3	↑ 2	↓ -2
US TED Spread	16,2	→ 0	↓ 0

Source: Reuters, OTP Research

Summary

- On the third day of the week, American indices fell once again. Yesterday's release of the Fed minutes indicated that policy-makers might decide to taper the asset purchases in few months' time.
- The USD/JPY surpassed the 100-line after the BoJ's head reiterated their commitment to conducting an ultra-easy monetary policy.
- The manufacturing PMIs published by Markit this morning matched expectations, for both Germany and the eurozone. The services sector fell short of estimates.

On Wednesday, the S&P 500 index continued the losing streak that started earlier this week. On Monday, the index reached the 1,800 round number level – since then it has been in correction. The Dow Jones index also broke down from a round number, 16,000.

In the small hours of Thursday, the USD/JPY exceeded the 100 line. Speaking after the Japanese monetary council's meeting, the head of the Bank of Japan declared that the BoJ would not hesitate if their expectations on Japan's economic growth or inflation were not met. At this point, the BoJ's head did not expand on the details how the planned VAT hike (slated for April 2014) might influence growth and inflation, but his words suggest that further money printing could follow if the economy loses steam, that is why the yen may have depreciated this morning.

Earlier this morning Markit published November's purchasing managers indices. The manufacturing figures match forecasts, while the services sector's readings missed expectations, both for the eurozone and for Germany. France scored 47.8 points, undershooting the 49.5 forecast, which already expected recession. According to Markit's chief economist, the French indicator was the furthest from expectations. Other countries of the eurozone have been accelerating for the fourth month in a row.

The minutes of the Fed meeting, released yesterday, revealed that policy-makers might decide to scale back the asset purchase programme very soon, probably in few months' time. As a result, European stock markets opened in the red, but are seen moving higher.

GOV'T BOND MARKET

	Yield (%)	Daily chg (bp)	Weekly chg (bp)
US 2Y	0,28	↓ -1	↓ -2
US 10Y	2,81	↑ 10	↑ 9
JP 2Y	0,10	↑ 0	↑ 0
JP 10Y	0,62	↓ 0	↑ 1
GER 2Y	0,13	↑ 2	↑ 3
GER 10Y	1,73	↑ 5	↓ -5

CENTRAL BANKS' RATES

	Rate (%)	6M Consensus	1Y Consensus
Fed Funds	0,25	⇒ 0,25	⇒ 0,25
ECB Rate	0,25	↑ 0,50	↑ 0,50
BOE Rate	0,50	⇒ 0,50	⇒ 0,50
BOJ Rate	0,10	⇒ 0,10	⇒ 0,10
SNB Target	0,00	⇒ 0,00	⇒ 0,00

MONEY MARKET

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
US 3M Libor	0,24	↓ 0	↓ 0
US 2Y Swap	0,36	↓ 0	↓ -2
US 5Y Swap	1,46	↑ 1	↑ 5
EUR 3M Euribor	0,22	↑ 0	↑ 0
EUR 2Y Swap	0,43	↑ 0	↓ -1
EUR 5Y Swap	1,09	↑ 1	↑ 3
GB 3M Libor	0,52	⇒ 0	⇒ 0
GB 2Y Swap	0,80	⇒ 0	⇒ 0
GB 5Y Swap	1,72	↑ 1	↑ 1
JP 3M Libor	0,14	⇒ 0	⇒ 0
JP 2Y Swap	0,19	↑ 1	⇒ 0
JP 5Y Swap	0,34	↑ 1	↑ 1
CHF 3M Libor	0,02	⇒ 0	⇒ 0
CHF 2Y Swap	0,07	↑ 0	↓ -2
CHF 5Y Swap	0,59	↑ 1	↑ 1

COMMODITIES

	Close	Daily chg. (%)	Weekly chg. (%)
Oil Brent	107,7	↓ -0,34	↓ -0,78
Gold	1 247	↑ 0,32	↓ -3,14

Source: Reuters, OTP Research

In addition to purchasing managers' indices, the eurozone's consumer confidence indices and US existing home sales data are due out today. These statistics are unlikely to become market-moving factors.

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Wednesday	US	Oct	CPI (yoy, %)	1,0	1,0	1,2
	US	Oct	Retail sales (mom, %)	0,4	0,1	-0,1
	JP	Nov	Interest rate decision (%)	0,10	-	0,10
Thursday	US	Oct	Existing home sales (annualized, ths)		5 230	5 290
	CN	Nov	HSBC BMI (points)	50,4	-	50,9
	DE	Nov	Markit Mfg BMI (points)	52,5	52,0	51,7
	EZ	Nov	Markit Mfg BMI (points)	51,5	51,5	51,3
	US	Nov	Markit Mfg BMI (points)		-	51,8
	EZ	Nov	Consumer confidence index (points)		-13,95	-14,50

Source: Reuters, OTP Research

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